

**FILED**

**UNITED STATES BANKRUPTCY COURT  
EASTERN DISTRICT OF NORTH CAROLINA  
RALEIGH DIVISION**

**2 1999**  
PEGGY B. DEANS, CLERK  
U.S. BANKRUPTCY COURT  
EASTERN DISTRICT OF N.C.

IN RE:

INTERNATIONAL HERITAGE, INC.,

Case No. 98-02675-5-ATS

Debtors.

**CONSENT ORDER REGARDING CHITTENDEN'S MOTION FOR ORDER  
AUTHORIZING RELEASE OF RESERVE ACCOUNT**

This matter coming before the Court on the Motion of Chittenden Bank for Order Authorizing Release of Reserve Account, Determination of the Applicability of the Automatic Stay and Other Relief, and the Trustee having filed his Response In Opposition to Chittenden's Motion and a hearing having been held on May 5, 1999, and the parties having consented to entry of this Consent Order, and in order to resolve Chittenden's Motion the parties having agreed that Chittenden Bank has a properly perfected security interest in the reserve account in its possession to secure any indebtedness of the debtor arising out of charge backs and fees where credit card holders have submitted written disputes of the Debtor's credit card charges;

**NOW, THEREFORE, IT IS HEREBY ORDERED THAT:**

Upon submitting to the Trustee written correspondence from customers of International Heritage, Inc., disputing credit card charges processed through Chittenden Bank and not previously charged against its reserve account in the amount of \$96,000, Chittenden may access its reserve account in the amount of \$96,000 and apply it to reduce the Debtor's indebtedness arising out of the charge backs and fees.

Dated: AUG - 2 1999


A. Thomas Smaller  
United States Bankruptcy Judge

93 w. Koonce to serve 8/2/99 AM


184

**AGREED AS TO FORM AND CONTENT:**


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